

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Greater Hyderabad Municipal Corporation– Design and construction of flyover at Rajiv Gandhi statue–Punjagutta junction–Nagarjuna circle, Hyderabad – Evaluation of contractor's claims– Revised administrative sanction – Accorded – Orders – Issued.

MUNICIPAL ADMINISTRATION AND URBAN DEVELOPMENT (F2) DEPARTMENT

G.O.Ms.No. 166

Dated:21st February, 2009
Read :

From the Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad letter No.670/ENC/GHMC/2008-09, dated 12.02.2009.

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ORDER :-

In the reference read above, the Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that the Government, vide G.O.Ms.No: 363/MA dt: 04.09.2004, have directed the Municipal Corporation of Hyderabad to take up the construction of 5 flyovers under phase-I, as a part of Traffic Master Plan and flyover from Rajiv Gandhi Statue to Punjagutta, NFCL junction is one among the five. In the G.O.Ms.No:767/MA dt: 23.08.2005, administrative sanction was accorded for Rs.35.00 crores for taking up of Flyover at Rajiv Gandhi Statue–Panjagutta NFCL Junction, among others.

2. The revised administrative sanction was issued for Rs.36.80 crores. The execution of the works shall be adopting EPC mode of contract (FIDIC, Part I, fourth Edition, General Conditions of Contract).

3. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has further stated that the work of construction of flyover at Punjagutta NFCL junction was awarded to M/s Gammon India Ltd., at a contract amount of Rs.28,90,00,000/- with a period of completion as 15 months with date of start being 24th November 2005 vide agreement No: 3/SE(SP)/MCH/2005-06 dt: 27.10.2005. He has stated that the date of commencement of works is 24.11.2005 as per the issue of notice to start the work and period of completion as per agreement is 15 months making the programmed date of completion as 23.02.2007.

4. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has furnished the reasons for non completion of work as per the programme are:

- a) Delay in acquiring the properties
- b) Delay in release of following work fronts

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- i. Shifting of overhead electrical lines between Pier P33 and Abutment A3 to enable erection of precast segments.
 - ii. Handing over Abutment A2 ramp area providing for a two lane service road adjacent to the flyover as per M/s Gammon India Limited contract.
 - iii. Rerouting/encasing 1000mm dia water supply pipe line which is passing through ramp portion of A2
- c) Delay due to an unfortunate incident which took place at the project site on 09.09.2007. This delay of 2 ½ months compounded to the delays that already occurred both on account of M/s Gammon India Limited slow progress and delay in release of required work fronts.

5. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has further stated that the flyover could not be completed even by 29.02.2008 and given the reasons for delay. However, the flyover was completed in 2 phases i.e Ramp2 crossing Punjagutta 'X' roads by 21.10.2007 and main flyover by 13.07.2008 and got inaugurated by Hon'ble Chief Minister of AP on 13.07.2008 and opened for traffic.

6. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that the M/s Gammon India Limited have been in correspondence with GHMC for compensating their losses sustained due to several delays which resulted in lack of work fronts and resulting elongation of contract period.

7. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that the cost of extra items, compensation for elongation of the contract period and Price adjustment for work done during the original contract period works out as follows:-

1. Contract amount	:	Rs. 28,90,00,000/-
2. Cost of extra items	:	Rs. 18,87,232/-
3. Compensation for elongation:		Rs. 6,22,47,148/-
4. Price escalation for contract period:		<u>Rs 29,56,282/-</u>
TOTAL		<u>Rs. 35,60,90,662/-</u>
PMC Consultation charges:		Rs. 1,51,49,263/-
TOTAL	:	Rs. 37,12,39,925/-
3% Contingences		<u>Rs. 1,11,37,198/-</u>
GRAND TOTAL	:	<u>Rs. 38,23,77,123/-</u>

8. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has stated that the above amount of Rs. 38,23,77,123/- is exceeding administrative sanction of Rs. 36,80,00,000 by Rs. 1,43,77,123/-. The Commissioner and Spl Officer has approved the above on the basis of recommendations of the Consultants.

9. The Standing Committee vide resolution No.1335 dated.10.02.09 has recommended the matter to Government through the Corporation. General Body of GHMC vide Resolution No.315 dated.10.02.09 has recommended to the Government for according revised administrative sanction for Rs. 38,23,77,123/- or say Rs.38.24 Crores duly recommending the following compensation to be paid to M/s. Gammon India Ltd :-

1. Compensation for the additional items executed	Rs. 18,87,232/-
2. Compensation for the elongation of contract	Rs.6,22,47,148/-
3. Escalation for the contract period	<u>Rs.29,56,282/-</u>
TOTAL	<u>Rs.6,70,90,662/-</u>

10. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad has, therefore, requested the Government to issue necessary orders in the matter.

11. Government after careful examination of the matter, hereby issue the following orders :

- (i) Revised administrative sanction for Rs.38.24 crores (Rupees thirty eight crores and twenty four lakhs only) for the work of Design and construction of flyover at Rajiv Gandhi statue-Punjagutta junction-Nagarjuna circle, Hyderabad is accorded in modification of the orders issued in G.O.Ms.No.284, Municipal Administration and Urban Development (F2) Department, dated 27.05.2006.
- (ii) Payment of an amount of Rs.6,70,90,662=00 (Rupees six crores seventy lakhs ninety thousand six hundred and sixty two only) to is approved for payment to M/s. Gammon India ltd for settlement of claims.
- (iii) The Government also ratify the extension of time upto 31.07.2008 in this case.
- (iv) The expenditure shall be met from the Greater Hyderabad Municipal Corporation funds.

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12. The Commissioner and Special Officer, Greater Hyderabad Municipal Corporation, Hyderabad shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.P.SINGH
EX-OFFICIO PRINCIPAL SECRETARY TO GOVERNMENT

To
The Commissioner and Special Officer,
Greater Hyderabad Municipal Corporation, Hyderabad
Copy to P.S. to Minister (MA&UD)

//FORWARDED :: BY ORDER//

SECTION OFFICER